



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

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Executive Director

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Division Director

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March 19, 2001

Ann Norman
Branch Manager
First Security Bank
95 North Main
Payson, Utah 84651

Re: Request for Release of Partial Surety, Certificate of Deposit (CD), North Lily Mining Company, Tintic Project, M/023/007, Juab County, Utah

Dear Ms. Norman:

First Security Bank is currently holding a Certificate of Deposit #1_____ for the benefit of the State of Utah, Division of Oil, Gas and Mining in the amount of \$191,500 as reclamation surety for North Lily Mining Company's Tintic Mine Project. At the company's request and after site inspections to verify that certain reclamation work has been satisfactorily completed, this letter authorizes release of principal in the amount of \$36,400 from the CD to North Lily Mining Company. Thereby this effectively reduces the face value of the CD account to \$155,100 (please see attached letter).

When this has been accomplished, please furnish us with written confirmation that appropriate funds have been released and that the face value of the CD will not be less than \$155,100.

If you have any questions or concerns, please contact Mary Ann Wright at (801) 538-5306, or Wayne Hedberg at (801) 538-5286. Again, thank you for your help in this matter.

Sincerely,

Lowell P. Braxton
Director

Jb

Attachment: 3/15/2001 letter

cc: Steve Flechner, North Lily
Mary Ann Wright, DOGM
Wayne Hedberg, DOGM

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